# Headquarters United States Marine Corps

## Programs and Resources Department
## (RFC)

## Contingency Operations Brief

## Senior Financial Management Seminar

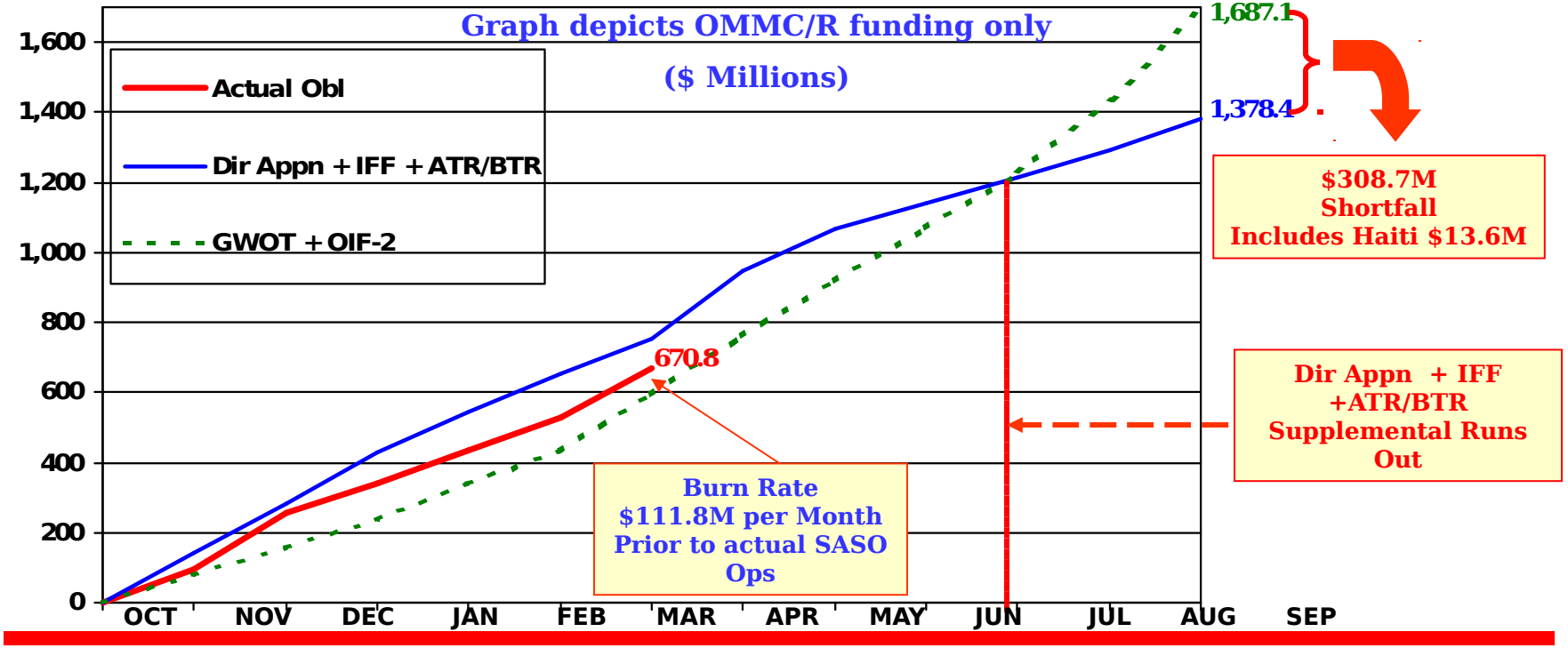
27 Apr 04

# FY2004 Total Unfunded Requirements

| ($ Millions) | Personnel | Operating Support | Reconstitution | Depot Maintenance | Total Estimates | FY04 SUPP (Dir Appn) | Internally Funded | DoN | OSD | Total Funding Received | Delta (Unfunded) |
|---|---|---|---|---|---|---|---|---|---|---|---|
| ONE | 2.8 | 17.8 | | | **20.6** | 20.6 | | | | **20.6** | - |
| OEF | 96.2 | 362.9 | | | **459.1** | 459.1 | | | | **459.1** | - |
| OIF | 846.0 | 1,016.1 | **139.0** | **71.0** | **2,072.1** | 1,611.9 | | | 298.9 | **1,910.8** | **(161.3)** |
| OIF Force Protection | | 438.2 | | | **438.2** | | 349.7 | | 51.9 | **401.6** | **(36.6)** |
| Reconstitution / Depot Maintenance | | | 28.0 | 22.0 | **50.0** | | | | | | **(50.0)** |
| OIF II Wedge | | 100.0 | | | **100.0** | | | | | | **(100.0)** |
| **Sub-Total** | **945.0** | **1,935.0** | **167.0** | **93.0** | **3,140.0** | **2,091.6** | **349.7** | **-** | **350.8** | **2,792.1** | **(347.9)** |
| Haiti | 6.0 | 13.6 | | | **19.6** | | 6.0 | | | **6.0** | **(13.6)** |
| Execution Challenges | | 129.9 | | | **129.9** | | | | | **-** | **(129.9)** |
| **Totals** | **951.0** | **2,078.5** | **167.0** | **93.0** | **3,289.5** | **2,091.6** | **355.7** | **-** | **350.8** | **2,798.1** | **(491.4)** |

# FY2004 GWOT Estimates & Execution

| ($ Millions) | F U N D I N G | | | | | | DELTA |
|---|---|---|---|---|---|---|---|
| APPN | SUPP (Dir Appn) | IFF | BTR | ATR (Requested) | Total Funding | GWOT & Haiti Rqmts | (Funding - Rqmts) |
| MPMC (1) | 753.2 | 157.0 | 6.0 | | **916.2** | 951.0 | **(34.8)** |
| OMMC/R (2) | 1,215.0 | 141.9 | 12.3 | 9.2 | **1,378.4** | **1,687.1** | **(308.7)** |
| PMC (3) | 123.4 | 39.8 | 83.9 | 151.5 | **398.6** | 398.6 | |
| PANMC (4) | | | | | | | |
| APN (5) | | 12.0 | 36.7 | 30.7 | **79.4** | 79.4 | |
| RDT&E (6) | | | 20.5 | 5.0 | **25.5** | 43.5 | **(18.0)** |
| **TOTAL** | **2,091.6** | **350.7** | **159.4** | **196.4** | **2,798.1** | **3,159.6** | **(361.5)** |



# FY2005 GWOT Requirements

✓Challenge

$ ???

B

✓Opportunity

- Current Operations
  - OIF-II
  - OIF-III
  - OEF
  - ONE
  - Other…(e.g. Haiti)
- Reconstituting & Setting the Force
  - Replenishment
  - Depot Maintenance
  - Equipment Procurement
  - Ammo Procurement
  - Bow Wave

# Investing in the Future

- **"…As a standard procedure in developing cost estimates, the Military Components shall utilize all available sources of relevant information and ensure that the field commands and headquarters personnel have applied the lessons learned from cost estimates associated with previous operations…" (Ref: DoDFMR Vol 12, Ch 23, Para 230403)**
  - **Financial Management Lessons Learned (FY04)**
    - Guidance forthcoming for recording and reporting during FY04
  - **COST Model USMC-wide Web Implementation (MARFOR Level)**
    - Version 6.0 sent to MARFOR's Comptrollers…Training is available at IDA
    - COST Model fidelity validation (Guidance to be issued)
    - MARFORs challenges…Any?
    - Benefits the Marine Corps
  - **Reporting Contingency Operations Costs**

# Investing in the Future

- Estimating Contingencies Operations…Getting Better
  - COST Model
    - OUSD(C) sponsored…IDA developed
- Contingency Ops Recording & Reporting…Leveraging Technology
  - Automation…SABRS
    - CAC Structure
- Financial Management Contingency Operation Tiger Team (FMCOTT)
  - Bringing the best and brightest FM together
- FM Contingency Operations Manual / Playbook…
  - SOP
  - Lessons Learned…Updating after each operation

# Investing in the Future

- **SABRS - Official record for reporting and reimbursement**
  - CAC Guidance message to be released

| Cost Categories (CBS) | CAC | Cost Accounting Code (CAC) Title |
|---|---|---|
| **1.0** | | **Personnel Costs** |
| 1.1.5 | DS11 | Subsistence (Class I Supply) |
| 1.2.1 | DS01 | Civilian Regular Hours |
| 1.2.1 | DS02 | Civilian Premium Pay |
| 1.2.2 | DS03 | Civilian Temporary Hires |
| **2.0** | | **Personnel Support Costs** |
| 2.1 | DS31 | TAD |
| 2.2 | DS12 | Clothing/Personal Equipment (Class II Supply) |
| 2.3 | DS18 | Medical Supplies/Support (Class VIII Supply) |
| 2.4 | DS21 | Reserve Activation/Deactivation |
| 2.5 | DS22 | Other Personnel Support |

**-Start using CACs in FY04**

**-Not Retroactive**

**-FY05 full implementation**

**-Successful implementation may eliminate monthly reporting requirement**

# Investing in the Future

| Cost Categories (CBS) | CAC | Cost Accounting Code (CAC) Title |
|---|---|---|
| **3.0** | | **Operating Support Costs** |
| 3.1 | DS23 | Pre-Operations Training |
| 3.2.3 | DS13 | Fuel/Lubricants (Class III Supply) |
| 3.2.3 | DS16 | Comfort Supplies (Class VI Supply) |
| 3.2.3 | DS19 | Maintenance Parts/Batteries (Class IX Supply) |
| 3.2.3 | DS20 | DLR Maintenance (Class IX Supply) |
| 3.3 | DS24 | Other Supplies & Equipment |
| 3.4 | DS14 | Construction Materials (Class IV Supply) |
| 3.4 | DS27 | Facilities/Base Support |
| 3.5.2 | DS42 | Reconstitution Clothing/Personal Equipment (Class II Supply) |
| 3.5.3 | DS43 | Reconstitution Oil/Lubricants (Class III Supply) |
| 3.5.4 | DS44 | Reconstitution Construction (Class IV Supply) |
| 3.5.5 | | Reconstitution Ground Ammunition (Class V (W) Supply) See 6.1.2.1 & 6.1.2.2 |
| 3.5.6 | DS46 | Reconstitution Health/Comfort (Class VI Supply) |
| 3.5.7 | | Reconstitution Construction (Class VII Supply) See 6.1.3 |
| 3.5.8 | DS48 | Reconstitiution Medical Supplies (Class VIII Supply) |
| 3.5.9 | DS49 | Reconstitution Parts (Class IX Supply) |
| 3.5.9 | DS50 | Reconstitution DLR (Class IX Supply) |
| 3.5.10 | | Reconstitution Material for Non-Military Program (Class X Supply) |
| 3.5.11 | | Reconstitution Depot Level Repairables |
| 3.5.12 | | Reconstitution Depot Maintenance |
| 3.5.14 | DS41 | Reconstitution Other Supply/Misc Contracts |
| 3.6 | DS25 | C4I Costs |
| 3.7 | DS26 | Service Contracts and Miscellaneous Contract |

# Investing in the Future

| Cost Categories (CBS) | CAC | Cost Accounting Code (CAC) Title |
|---|---|---|
| **4.0** | | **Transportation Costs** |
| 4.1 | DS32 | Transportation - Airlift (Sustainment Only) |
| 4.2 | DS33 | Transportation - Sealift (Sustainment Only) |
| 4.4 | DS35 | Port Handling/Inland Transportation (Sustainment Only) |
| 4.5 | DS34 | Transportation - Other (Sustainment Only) |
| | | |
| **5.0** | | **Reconstitution Costs** |
| | | |
| **6.0** | | **Investment Costs** |
| 6.1.2.1 | | Ground Ammunition (PANMC) |
| 6.1.2.2 | | Missiles (PMC) (E.g. Javelin, Tow) |
| 6.1.3 | | Vehicle Procurement |
| 6.1.4 | | Communications & Electronic Equipment Procurement |
| 6.1.5 | | Other Procurement |
| 6.2.1 | | Basic Research |

# Questions?